

# Minnesota State Income Tax Information

**State Abbreviation:** MN  
**State Tax Withholding State Code:** 27  
**Acceptable Exemption Form:** W-4  
**Basis For Withholding:** State Exemptions  
**Acceptable Exemption Data:** S, M / Number of Exemptions  
**TSP Deferred:** Yes  
**Special Coding:** None  
**Additional Information:** None

## Withholding Formula ►(Effective Pay Period 5, 2009)◄

1. Subtract the nontaxable biweekly Thrift Savings Plan contribution from the gross biweekly wages.
2. Subtract the nontaxable biweekly Federal Health Benefits Plan payment(s) (includes dental and vision insurance program, and flexible spending account – health care and dependent care deductions) from the amount computed in Step 1.
3. Add the taxable biweekly fringe benefits (taxable life insurance, etc.) to the amount computed in step 2 to obtain the adjusted gross biweekly wages.
4. Multiply the adjusted gross biweekly wages times 26 to obtain the gross annual wages.
5. Determine the exemption allowance by applying the following guideline and subtract this amount from the gross annual wages to compute the taxable income.

$$\text{Exemption Allowance} = \text{►\$3,650◄} \times \text{Number of Exemptions}$$

6. Apply the taxable income computed in step 5 to the following table to determine the annual Minnesota tax withholding.

**Tax Withholding Table**  
**Single**

If the Amount of Taxable Income Is:		The Amount of Minnesota Tax Withholding Should Be:			
Over:	But Not Over:				Of Excess Over:
\$ 0	\$ ►2,050	\$ 0	plus	0.0%	\$ 0
2,050	24,780	0	plus	5.35%	►2,050
24,780	76,700	1,216.06	plus	7.05%	24,780
76,700◄	and over	4,876.42	plus	7.85%	76,700◄

If the Amount of Taxable Income Is:		Married The Amount of Minnesota Tax Withholding Should Be:				Of Excess Over:
Over:	But Not Over:					
\$ 0	\$ ▶7,750	\$ 0	plus	0.0%	\$ 0	
7,750	40,970	0	plus	5.35%	▶7,750	
40,970	139,720	1,777.27	plus	7.05%	40,970	
139,720 ◀	and over	8,739.15	plus	7.85%	139,720 ◀	

7. Divide the annual Minnesota tax withholding by 26 to obtain the biweekly Minnesota tax withholding.